

Message Text

UNCLASSIFIED

PAGE 01 LUXEMB 00607 041053Z

21

ACTION EB-07

INFO OCT-01 EUR-12 ISO-00 OPR-02 XMB-04 OPIC-06 FEA-01

AGR-10 CEA-01 CIAE-00 COME-00 DODE-00 FRB-01 H-02

INR-07 INT-05 L-03 LAB-04 NSAE-00 NSC-05 PA-02 AID-05

CIEP-02 SS-15 STR-04 TAR-01 TRSE-00 USIA-15 PRS-01

SP-02 OMB-01 /119 W

----- 066187

R 041015Z AUG 75

FM AMEMBASSY LUXEMBOURG

TO SECSTATE WASHDC 4567

UNCLAS LUXEMBOURG 0607

E. O. 11652: N/A

TAGS: EFIN, EIND, EINV

SUBJECT: FOREIGN INVESTMENT CLIMATE AND STATISTICS -
LUXEMBOURG

REF: A) STATE 165596; B) LUX 246, 4/19/74; C) LUX A-19,
3/22/74

1. LUXEMBOURG REFTEL AND AIRGRAM DESCRIPTION OF
INVESTMENT CLIMATE STILL ACCURATE. ONLY MINOR CHANGES NEED
TO BE MADE TO UPDATE NARRATIVE STATEMENT AND STATISTICS
CONTAINED REF B). IN SECTION 1, PARAGRAPH 1, FIRST
SENTENCE SHOULD READ: "AMERICAN INVESTMENT IN LUXEMBOURG
AMOUNTS TO ABOUT \$350 MILLION. THIS AVERAGES OUT TO
\$1000 PER LUXEMBOURG INHABITANT, THE HIGHEST PER CAPITA
U.S. INDUSTRIAL INVESTMENT OUTSIDE NORTH AMERICA".
REMAINDER OF PARA 1 UNCHANGED. AFTER PARA 3 (BEGINNING
"ALTHOUGH THE NEW LEGISLATION PERMITS", ETC) INSERT NEW
PARAGRAPH: "THE CURRENT ECONOMIC SLOWDOWN AFFECTED LUXEMBOURG
SOMEWHAT LATER THAN ITS LARGER EC NEIGHBORS.
THE IMPACT ON ITS STEEL INDUSTRY, HOWEVER, WAS HARDER.
DESPITE SOME SUCCESS IN DIVERSIFICATION, IN WHICH AMERICAN
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 LUXEMB 00607 041053Z

MULTINATIONALS HAVE PLAYED A MAJOR ROLE, STEEL REMAINS THE

BACKBONE OF THE LUXEMBOURG ECONOMY. UNEMPLOYMENT HAS BEEN VIRTUALLY NON-EXISTENT IN RECENT MEMORY. FULL EMPLOYMENT IS A TOP PRIORITY OF THE LUXEMBOURG GOVERNMENT AND SO APPROPRIATE SOCIAL MEASURES WILL BE MAJOR CONSIDERSTIONS FOR UNIONS AND EMPLOYERS UNTIL THE NORMAL PACE OF GROWTH RESUMES. THE LONG-TERM BASIC SITUATION OF LABOR SHORTAGE AND THE GOVERNMENT POLICY FAVORING CAPITAL INTENSIVE INVESTMENTS ARE NOT LIKELY TO CHANGE."

2. NARAATIVE STATEMENT WOULD THEN CONTINUE WITH PARA BEGINNING: "LUXEMBOURG DOES NOT REQUIRE", ETC.

3. IN SECTION 2 "U.S. DIRECT INVESTMENT" SHOULD BE \$350 MILLION AND "MANUFACTURING" \$345 MILLION. TOTAL "DIRECT FOREIGN INVESTMENT" SHOULD ALSO BE CORRECTED TO READ \$410 MILLION. PHILLIPS

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: DATA, ECONOMIC CONDITIONS, INVESTMENT OPPORTUNITY REPORTS
Control Number: n/a
Copy: SINGLE
Draft Date: 04 AUG 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975LUXEMB00607
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750268-0434
From: LUXEMBOURG
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750885/aaaacxhq.tel
Line Count: 77
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 75 STATE 165596, 75 LUXEMBOURG 246, 75 LUXEMBOURG A-19
Review Action: RELEASED, APPROVED
Review Authority: hartledg
Review Comment: n/a
Review Content Flags:
Review Date: 10 FEB 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <10 FEB 2003 by ReddocGW>; APPROVED <05 FEB 2004 by hartledg>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: FOREIGN INVESTMENT CLIMATE AND STATISTICS - LUXEMBOURG
TAGS: EFIN, EIND, EINV, LU
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006